LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 6608 DATE PREPARED: Feb 21, 2001 **BILL NUMBER:** HB 1071 **BILL AMENDED:** Feb 20, 2001

SUBJECT: Indigent Parties in Civil Actions.

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FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill allows a court the option of appointing an attorney at no expense to an indigent person for the purpose of prosecuting or defending the person's interests in a civil action. It also requires the court to pay reasonable attorney's fees and litigation expenses incurred by the appointed attorney.

Effective Date: Upon passage.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) This bill will save counties an indeterminable amount of money by no longer requiring the courts to appoint their public defender staff or hire outside counsel to represent indigent litigants in civil cases. For example, some courts are reportedly using public defenders to represent indigent parties in divorce cases and certain noncriminal cases. It is likely that this bill would permit the courts to not appoint indigent counsel for a certain number of civil cases involving indigent litigants. However, courts would likely still appoint counsel for indigent litigants in cases involving the taking of liberty from the indigent litigants (such as mental competency hearings).

The amount of money that courts are currently spending on legal services for indigent persons in civil cases is not reported. The 1999 Judicial Report shows that trial courts appointed pauper counsel in 87,870 cases. Of these cases, 1,993 cases, or 2.3%, were for cases other than criminal, juvenile, post conviction relief, or criminal appeals. These cases could include, but are not limited to, divorces, mental health competency hearings, probation revocations, and termination of parental rights. For CY 1999, the courts spent \$24 M for public defender staff, pauper attorney case by case, and other indigent expenses. If the courts spent 2.3% of its indigent defense budget for these other cases, then the estimated cost of legal representation for these

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types of cases would be \$650,000. The savings from this bill are indeterminable.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Trial courts.

<u>Information Sources:</u> Larry Landis, Indiana Public Defender Council; Hon. Roland Chamblee, St. Joseph Superior Court; Hon. Thomas Hunt, Grant Circuit Court; 1999 Indiana Judicial Report.

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